

**INSURANCE REGULATORY TRUST FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2002**

	September-02					August-02				July-02				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation		Quarter	Month	Market Value	Allocation		Net ROR	Market Value	Allocation		Net ROR	Fiscal YTD	FY02	Ended	Ended
		Actual	Policy	Net ROR	Net ROR		Actual	Policy	Net ROR		Actual	Policy	Net ROR	Net	Net	6/30/2002	6/30/2002
<b>LARGE CAP DOMESTIC EQUITY</b>																	
<i>Structured Growth</i>																	
<i>AllianceBernstein</i>	27,422	1.3%	1.5%	-13.54%	-9.16%	31,224	1.5%	1.5%	2.47%	30,490	1.4%	1.5%	-7.10%	-13.54%	-28.65%	-16.80%	N/A
<i>Russell 1000 Growth</i>				-15.05%	-10.37%				0.30%				-5.50%	-15.05%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																	
<i>LSV</i>	29,716	1.5%	1.5%	-18.60%	-11.38%	34,686	1.6%	1.5%	0.35%	34,607	1.6%	1.5%	-8.45%	-18.60%	2.41%	5.40%	N/A
<i>Russell 1000 Value</i>				-18.77%	-11.12%				0.76%				-9.30%	-18.77%	-8.96%	-2.92%	N/A
<i>S&amp;P 500 Index</i>																	
<i>State Street</i>	135,978	6.7%	7.0%	-17.26%	-10.87%	147,277	6.9%	7.0%	0.66%	146,310	6.8%	7.0%	-7.77%	-17.26%	-18.03%	-9.27%	3.58%
<i>S&amp;P 500</i>				-17.28%	-10.87%				0.66%				-7.80%	-17.28%	-17.99%	-9.18%	3.67%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	193,116	9.5%	10.0%	-16.96%	-10.71%	213,187	10.0%	10.0%	0.87%	211,407	9.9%	10.0%	-7.79%	-16.96%	-16.89%	-8.30%	3.74%
<i>S&amp;P 500</i>				-17.28%	-10.87%				0.66%				-7.80%	-17.28%	-17.99%	-9.18%	3.67%
<b>SMALL CAP DOMESTIC EQUITY</b>																	
<i>Manager-of-Managers</i>																	
<i>SEI</i>	100,039	4.9%	5.0%	-19.31%	-7.23%	99,161	4.6%	5.0%	0.75%	98,486	4.6%	5.0%	-13.68%	-19.31%	-11.77%	N/A	N/A
<i>Russell 2000 + 200bp</i>				-20.97%	-7.02%				-0.08%				-14.93%	-20.97%	-7.96%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	100,039	4.9%	5.0%	-19.31%	-7.23%	99,161	4.6%	5.0%	0.75%	98,486	4.6%	5.0%	-13.68%	-19.31%	-11.69%	2.22%	4.32%
<i>Russell 2000</i>				-21.40%	-7.18%				-0.25%				-15.10%	-21.40%	-8.59%	1.67%	4.44%
<b>CONVERTIBLES</b>																	
<i>TCW</i>	207,509	10.2%	10.0%	-10.05%	-4.92%	218,157	10.2%	10.0%	2.18%	211,708	9.9%	10.0%	-7.43%	-10.05%	-20.37%	-2.22%	N/A
<i>First Boston Convertible Index</i>				-8.47%	-2.99%				0.64%				-6.25%	-8.47%	-12.44%	0.11%	N/A
<b>INTERNATIONAL EQUITY</b>																	
<i>Large Cap - Active</i>																	
<i>Capital Guardian</i>	189,029	9.3%	10.0%	-20.58%	-10.43%	210,931	9.9%	10.0%	-1.27%	206,084	9.6%	10.0%	-10.19%	-20.58%	-12.10%	-2.96%	2.87%
<i>MSCI EAFE - 50% Hedged</i>				-20.02%	-10.88%				-0.24%				-10.04%	-20.02%	-14.62%	-7.32%	-1.89%
<b>DOMESTIC FIXED INCOME</b>																	
<i>Core Bond</i>																	
<i>Western Asset</i>	341,638	16.8%	15.0%	3.51%	0.92%	341,326	16.0%	15.0%	2.55%	355,140	16.6%	15.0%	0.00%	3.51%	8.36%	8.53%	7.80%
<i>Lehman Aggregate</i>				4.58%	1.62%				1.69%				1.21%	4.58%	8.62%	8.10%	7.57%
<i>Index</i>																	
<i>Bank of ND</i>	191,372	9.4%	9.0%	5.96%	2.23%	183,084	8.6%	9.0%	2.27%	190,905	8.9%	9.0%	1.36%	5.96%	8.38%	7.79%	7.42%
<i>Bank of ND CD'S</i>	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	5.48%
<b>Total Index</b>	191,372	9.4%	9.0%	5.96%	2.23%	183,084	8.6%	9.0%	2.27%	190,905	8.9%	9.0%	1.36%	5.96%	8.14%	7.66%	7.30%
<i>Lehman Gov/Corp</i>				5.70%	2.15%				2.24%				1.20%	5.70%	8.24%	7.86%	7.47%
<i>BBB Average Quality</i>																	
<b>Strong</b>	135,452	6.7%	6.0%	3.08%	1.48%	134,641	6.3%	6.0%	3.46%	138,897	6.5%	6.0%	-1.82%	3.08%	N/A	N/A	N/A
<i>Lehman US Credit BAA</i>				2.70%	1.43%				3.56%				-2.23%	2.70%	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	668,462	32.9%	30.0%	4.11%	1.40%	659,051	30.9%	30.0%	2.66%	684,943	32.0%	30.0%	0.01%	2.67%	7.55%	7.88%	7.42%
<i>Lehman Gov/Corp</i>				5.70%	2.15%				2.24%				1.20%	5.70%	8.24%	7.86%	7.47%
<b>CASH EQUIVALENTS</b>																	
<i>Bank of ND</i>	673,375	33.1%	35.0%	0.48%	0.16%	733,964	34.4%	35.0%	0.16%	724,849	33.9%	35.0%	0.17%	0.48%	2.41%	4.76%	4.99%
<i>90 Day T-Bill</i>				0.45%	0.16%				0.14%				0.15%	0.45%	2.63%	4.68%	4.84%
<b>TOTAL INSURANCE REGULATORY TRUST</b>	2,031,531	100.00%	100.00%	-4.35%	-2.48%	2,134,451	100.00%	100.00%	1.12%	2,137,477	100.00%	100.00%	-3.00%	-4.35%	-1.97%	3.28%	5.80%
<b>POLICY TARGET BENCHMARK</b>				-4.05%	-2.13%				0.81%				-2.75%	-4.05%	-1.51%	2.76%	5.18%

NOTE: Monthly returns and market values are preliminary and subject to change.